

~~EXHIBIT~~

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EXCERPT FROM THE RECORD OF DEBATES

Relation between the Treaty just concluded and the most favoured nation clause.

Concerning the relation between the Treaty just concluded and the most favoured nation clause, the Chinese and Japanese representatives made the following resolution at to-day's formal conference:

RESOLUTION

In accordance with the Treaty and its adjunctive documents, just signed, Japan and China are now obligated to give each other various rights and interests, but as these rights and interests are of such nature as to be given each other in order to attain the common object of establishing the new order of the East Asia as stated in the preamble of the Treaty, any third nation should not be allowed to enjoy them by applying the most favoured nation clause, in view of its peculiar nature. We here agree that even in case any third nation requests for these rights and interests, we would never apply the most favoured nation clause except when we approve a special case after our consultation.